

**Rate Schedule DSW-SPR4  
SCHEDULE 5 to OATT  
(Supersedes Schedule DSW-SPR3)**

**UNITED STATES DEPARTMENT OF ENERGY  
WESTERN AREA POWER ADMINISTRATION**

**Desert Southwest Region and  
Western Area Lower Colorado Balancing Authority**

**OPERATING RESERVE - SPINNING RESERVE SERVICE**

**Effective**

The first day of the first full billing period beginning on or after October 1, 2016, and will remain in effect through September 30, 2021, or until superseded.

**Applicable**

Spinning Reserve Service is needed to serve load immediately in the event of a system contingency and may be provided by generating units that are on-line and loaded at less than maximum output. The Transmission Service Provider (TSP) or the Balancing Authority (BA) who performs this function for the TSP must offer this service when transmission is used to serve load within its BA Area.

The Western Area Lower Colorado Balancing Authority (WALC) performs this function for the Federal TSP. Customers of a Federal TSP must purchase this service from WALC or make alternative arrangements to satisfy their Spinning Reserve obligations.

**Formula Rate**

$$\boxed{\text{Cost of Service} = \text{Market Price} + \text{Administrative Fee}}$$

WALC has no Spinning Reserves available for sale. Upon request, WALC will purchase at market price and pass-through the cost plus an administrative fee that covers the cost of procuring and supplying Spinning Reserves. The customer will be responsible for providing the transmission needed to deliver the Spinning Reserves purchased.